



## DEPARTMENT OF THE TREASURY

### Internal Revenue Service

#### Publication of the Tier 2 Tax Rates

**AGENCY:** Internal Revenue Service (IRS), Treasury.

**ACTION:** Notice.

**SUMMARY:** Publication of the tier 2 tax rates for calendar year 2023 as required by section 3241(d) of the Internal Revenue Code. Tier 2 taxes on railroad employees, employers, and employee representatives are one source of funding for benefits under the Railroad Retirement Act.

**DATES:** The tier 2 tax rates for calendar year 2023 apply to compensation paid in calendar year 2023.

**FOR FURTHER INFORMATION CONTACT:** Kathleen Edmondson,

CC:EEE:EOET:ET1, Internal Revenue Service, 1111 Constitution Avenue, NW, Washington, DC 20224, Telephone Number (202) 317-6798 (not a toll-free number).

**TIER 2 TAX RATES:** The tier 2 tax rate for 2023 under section 3201(b) on employees is 4.9 percent of compensation. The tier 2 tax rate for 2023 under section 3221(b) on employers is 13.1 percent of compensation. The tier 2 tax rate for 2023 under section 3211(b) on employee representatives is 13.1 percent of compensation.

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